



**GENERAL ASSEMBLY OF THE STATE OF TENNESSEE
FISCAL REVIEW COMMITTEE**

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M E M O R A N D U M

TO: The Honorable Dave Goetz, Commissioner
Department of Finance and Administration

FROM: Bill Ketron, Chairman, Fiscal Review Committee **BK**
Charles Curtiss, Vice-Chairman, Fiscal Review Committee **CC**

DATE: January 26, 2010

SUBJECT: Contract Comments
(Fiscal Review Committee Meeting 1/25/10)

RFS# 318.66-05207

Department: Finance & Administration/Bureau of TennCare

Contractor: AMERIGROUP Tennessee, Inc.

Summary: The vendor is responsible for the provision of physical and behavioral health services to TennCare enrollees in the Middle Tennessee region. The proposed amendment consolidates reporting requirements, makes revisions to better align with the West and East Tennessee MCO contracts, and increases the maximum liability by \$945,457,611.

Maximum liability: \$2,231,995,647

Maximum liability w/amendment: \$3,276,453,258

After review, the Fiscal Review Committee voted to recommend approval of the contract amendment.

cc: The Honorable Darin Gordon, Deputy Commissioner
Mr. Robert Barlow, Director, Office of Contracts Review